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January 8, 1990

HAND DELIVERED

Mr. Holland Shepherd Utah Department of National Resources Division of Oil, Gas and Mining 355 West North Temple 3 Triad Center, Suite 350 Salt Lake City, UT 84180-1203

RE: Amended Reclamation

Contract/Tony M and Lucky

Strike Mines

Dear Holland:

Nuclear Fuel Services, Inc., operator of the above referenced mines, proposes to revise its Reclamation Contract to reduce the surety amount to \$148,000 and to change the form of surety to a Letter of Credit to be issued by the North Carolina National Bank. Enclosed is a revised Reclamation Contract for consideration by the Division and by the Board of Oil, Gas and Mining at its January 25, 1990 meeting. We will submit the fully executed Contract and the form of Letter of Credit prior to the meeting.

If you have any questions, please feel free to call.

Yours truly,

F. Alan Fletcher

FAF/lh Enclosure 1235.01

cc: Mr. Paul F. Schutt Mr. Dwight Ferguson